

City of Detroit

CITY COUNCIL



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Mary Sheffield
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Committee of the Whole Room • 1340 Coleman A. Young Municipal Center • (313) 224-3443 • Detroit, MI 48226

“A QUORUM OF THE DETROIT CITY COUNCIL MAY BE PRESENT”

BUDGET, FINANCE AND AUDIT STANDING COMMITTEE

COUNCIL MEMBER JANEÉ AYERS, CHAIRPERSON
COUNCIL MEMBER ANDRÉ SPIVEY, VICE CHAIRPERSON
COUNCIL PRESIDENT PRO-TEM MARY SHEFFIELD, MEMBER
COUNCIL PRESIDENT BRENDA JONES, (EX-OFFICIO)

Mrs. Millicent G. Winfrey
Asst. City Council Committee Clerk

WEDNESDAY, OCTOBER 31, 2018

1:00 P.M.

- A. ROLL CALL**
- B. CHAIR REMARKS**
- C. MEMBER REPORTS**
- D. APPROVAL OF MINUTES**
- E. PUBLIC COMMENT**
- F. 1:05 P.M. – DISCUSSION – RE: Overview of the City’s Financial Statements. (John Naglick)**

UNFINISHED BUSINESS

- 1. Status of **Council Member Janeé’ Ayers** submitting memorandum relative to Request for Establishment of the Risk Management Council. **(BROUGHT BACK AS DIRECTED ON 10-17-18)**
- 2. Status of **Council President Pro Tem Mary Sheffield** submitting memorandum relative to Poverty Tax Exemption Ordinance. **(BROUGHT BACK AS DIRECTED ON 10-17-18)**
- 3. Status of **Council Member Scott Benson** submitting memorandum relative to Charles H. Wright Museum of African History (CHWMAAH). **(Relative to allocation of the \$3.5 Million in the FY 2019-20 budget.) (BROUGHT BACK AS DIRECTED ON 10-10-18)**

4. Status of Office of the Chief Financial Officer submitting reso. autho. Notice of Intent and Issuance of Bond for Joe Louise Arena Demolition. **(The CFO office submits the proposed Resolution Authorizing Notice of Intent and Issuance of Bond for Joe Louis Arena Demolition The Michigan Strategic Fund has offered a loan to the City in an amount not to exceed \$12 million for the purpose of demolishing Joe Louis Arena and related activities.) (BROUGHT BACK AS DIRECTED ON 10-24-18)**
5. **Council Member Raquel Castaneda-Lopez** submitting memorandum relative to Questions regarding bond issuance and refinancing. **(BROUGHT BACK AS DIRECTED ON 10-24-18)**
6. **Council Member Raquel Castaneda-Lopez** submitting memorandum relative to UTGO Bond Resolution. **(BROUGHT BACK AS DIRECTED ON 10-24-18)**
7. Status of **Legislative Policy Division** submitting report relative to Proposed 50% Discount on Parking Fines Paid within 10 days. **(President Pro-Tem Mary Sheffield requested the Legislative Policy Division (“LPD”) to provide what would be the financial implications to the City’s budget under a proposed 50% discount to parking fines for expired meter and no parking zone violations that are paid within the first 10 days.) (BROUGHT BACK AS DIRECTED ON 10-17-18)**

NEW BUSINESS

OFFICE OF CONTRACTING AND PROCUREMENT

Submitting the following **Office of Contracting and Procurement Contracts:**

8. Submitting reso. autho. **Contract No. 2890777** - 100% City Funding – AMEND 2 – To Provide eCivis User Software and Counseling for Grants Management. – Contractor: eCivis, Inc. – Location: 418 N. Fair Oaks, Suite 301, Pasadena, CA 91103 – Contract Period: Upon City Council Approval through October 8, 2020 – Contract Increase: \$162,760.00 – Total Contract Amount: \$477,150.00. **(This Amendment is for an Increase of Funds and Time.) OFFICE OF THE CHIEF FINANCIAL OFFICER – GRANTS (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**

LAW DEPARTMENT

9. Submitting Proposed Ordinance to amend Chapter 18 of the 1984 Detroit City Code, *Finance and Taxation*, Article V, *Purchase and Supplies*, by adding Division 11, *Detroit Supply Schedule*, to include Section 18-5-170, *Purpose and intent*; Section 18-5-171, *Definitions*; Section 18-5-172, *Directed by the Chief Financial Officer, managed by Chief Procurement Officer*; Section 18-5-173, *Request for Proposals*; Section 18-5-174, *Award of contracts*; Section 18-5-175, *Reservation of thirty percent of contracts for bidding by Detroit-certified businesses*; Section 18-5-176, *Request for quotations*; Section 18-5-177, *Outreach efforts*; and Section 18-5-178, *Authorization for use by other governmental units*, to establish the Detroit Supply Schedule program for the purpose of negotiating more favorable prices for frequently recurring purchases of goods or services, to increase the

speed and efficiency of obtaining such goods and services, and to facilitate the development and growth of Detroit-certified businesses. **(FOR INTRODUCTION OF AN ORDINANCE AND THE SETTING OF A PUBLIC HEARING?) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**

10. Submitting Report and Proposed Ordinance to amend Chapter 18 of the 1984 Detroit City Code, Finance and Taxation; Article IX, Taxation Generally, by adding Division 9, Homeowners Property Tax Assistance Program, to include Sections 18-9-131 through 18-9-141, to set forth the purpose of the program; to establish ownership and occupancy of the property is required; to require an annual application; to set forth the time of submission of the application; to set for the content of the application and its availability; to remove the notary requirement of the application; to create a short form affidavit; to require guideline be promulgated; to provide the appropriate relief; to require notice of the program be forwarded with annual assessment notices; to preserve the ability of an applicant to appeal an assessment; and to set forth tax bill requirements. **(FOR INTRODUCTION OF AN ORDINANCE AND SETTING OF A PUBLIC HEARING?) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**

LEGISLATIVE POLICY DIVISION

11. Submitting report relative to Gaming Tax Revenue through September 2018. **(In the third month of the fiscal year the casinos reported a combined gross gaming receipts increase of 1.39% compared to the third month of the prior fiscal year. The first quarter shows a 3.17% increase over the same period in the prior year. Broken out by casino, MGM's gross receipts are up by 4.20%, Motor City's are up by 1.66% and Greektown's are up by 3.50%, compared with the first quarter of the prior fiscal year.) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**
12. Submitting report relative to (1) The Issuance of Not to Exceed \$255,000,000, in Unlimited Tax General Obligation Bonds, Series 2018 for the Purpose of Paying the Costs of Certain Public Improvements; and (2) Authorizing the Issuance of Not to Exceed \$500,000,000 in Limited Tax General Obligation Refunding Bonds for the Purpose of Refunding All or a Portion of the City of Detroit's Outstanding Financial Recovery Bonds, Series 2014B, Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014A, and Financial Recovery Income Tax Revenue and Refunding Bonds, Series 2014B. **(The Office of the Chief Financial Officer (OCFO) progress issuing up to \$255 million in Unlimited Tax General Obligation (UTGO) bonds to finance capital projects and make investments that help improve the quality of life for Detroiters and spur the City's economic growth. The UTGO bonds would be issued under voter-authorized UTGO capacity from 2004 and 2009.) (REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**
13. Submitting report on Homeowner Property Tax Assistance Program. **(The Legislative Policy Division (LPD) has been requested by City Council President Pro-Tempore Mary Sheffield to report on the legal necessity of having a notary requirement within the newly drafted amended ordinance regarding the application form of the Homeowner Property Tax Assistance Program (HPTAP). (REFERRED TO THE**

BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)

MISCELLANEOUS

14. Submitting Petition of Detroit Association of Realtors (**#545**), request for hearing before City Council relative to Nuisance Abatement Repair to Own Ordinance #7-97, Chapter 14, Article X, requesting a hearing date one week prior to City Council's November Recess. **(REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**
15. **Council Member Scott Benson**, submitting memorandum relative to Fair Wage Contract Ordinance. **(REFERRED TO THE BUDGET, FINANCE AND AUDIT STANDING COMMITTEE ON 10-31-18)**